

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 2288 - SB 2233

March 6, 2009

SUMMARY OF BILL: Increases, from \$5,000 to \$25,000, the maximum delegated purchase authority granted to state agencies by the Commissioner of the Department of General Services that allow for purchases of commodities or goods for which a source of supply has not otherwise been established by the Department

ESTIMATED FISCAL IMPACT:

Decrease State Expenditures – Not Significant

Assumptions:

- Current law states that the Commissioner can delegate purchase authority to state agencies not to exceed \$5,000 per purchase. This authority exempts these purchases from the rules and regulations established by the Department; however, if a contract for goods and services has been entered into by the Department on behalf of all state agencies, this contract must be used in lieu of independent purchases.
- According to the Department, an increase to the dollar threshold for purchases made by individual state agencies will result in a reduced amount of small value purchase transactions that are currently processed by the Department's Purchasing division and will result in a decrease of state expenditures estimated to be not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in cursive script, reading "James W. White".

James W. White, Executive Director

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